

DAILY MARKETS OVERVIEW

13 JANUARY 2019

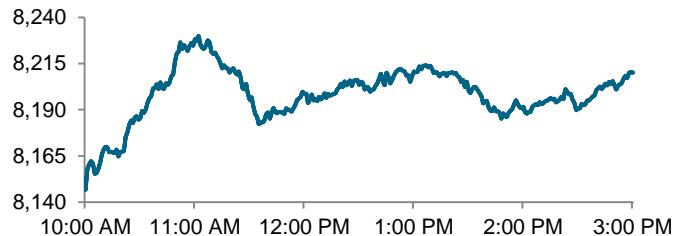
السعودي الفرنسي كابيتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Market Update

- TASI closed 0.8% higher at 8,210 while NOMU ended 0.3% lower at 2,568 on Thursday. TASI traded value totaled SAR 3.2bn and averaged SAR 2.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 34.5% of the daily traded value.
- Banks and Materials closed 1.4% and 0.8% higher, respectively. Telecom increased 0.9%. Banks (up 1.4%) was the best performer. Among stocks, Leejam Sports Co. (1830/LEEJAM AB), Saudi Arabia Fertilizers Co. (2020/SAFCO AB), and Saudi United Cooperative Insurance Co. (8060/WALAA AB) led the gainers.
- The seasonally adjusted Emirates NBD Saudi Arabia Purchasing Managers' Index dipped to 54.5 in December from 55.2 in November. This indicates a fairly weak expansion in the non-oil private economy as compared to previous years, despite the pick-up in oil prices enjoyed earlier in 2018. (Source: Zawya)
- According to Institute of International Finance (IIF), KSA's non-oil real GDP growth is expected to accelerate to 3.3% this year from 1.8% in 2018, supported by the continued fiscal stimulus and the gradual recovery in private non-oil growth. (Source: Argaam)
- The Ministry of Energy, Industry and Mineral Resources announced an upward revision to KSA's proven oil and gas reserves, following an independent certification. Saudi Aramco's concession area oil reserves at year-end 2017 would have been 2.2bn barrels higher or 263.1bn barrels of oil and 319.5tn standard cubic feet of gas. (Source: Zawya)
- The Minister of Energy revealed that Saudi Aramco is planning to tap the international bond market in 2Q19, adding that KSA is set to float Saudi Aramco in an IPO after completing its planned acquisition of Saudi Basic Industries Corp. (2010/SABIC AB). (Source: Argaam)
- The Saudi Arabian General Investment Authority (SAGIA) revealed that KSA is expected to have SAR 221bn (USD 59bn) worth of food industries investments until 2021, adding that these investments are forecast to increase by 6% per annum. (Source: Argaam)
- The Renewable Energy Project Development Office (REPDO) awarded the USD 500mn (SAR 1.9bn) Dumat Al Jandal wind project to a consortium headed by France's EDF Energies Nouvelles and Abu Dhabi's Masdar. The 400 megawatts project would be KSA's first utility-scale wind farm. (Source: Argaam)

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,210	0.8	4.8	4.9	17.8
Saudi (NOMU)	2,568	-0.3	0.1	1.9	8.5
Energy	4,976	-0.1	3.3	2.6	18.9
Materials	5,486	0.8	4.6	4.5	17.0
Capital Goods	3,889	-0.3	0.4	-0.3	22.2
Com. & Prof. Svc	4,280	0.0	3.3	3.4	18.3
Transportation	3,500	-0.9	0.3	0.7	20.3
Cons. Durables & Apparel	3,666	-0.2	0.0	0.1	NA
Consumer Services	3,032	0.5	2.1	2.9	NA
Media	10,156	-1.2	-0.5	-0.2	NA
Retailing	6,985	0.0	2.1	1.7	33.4
Food & Staples Retailing	5,935	-0.4	0.3	-0.1	24.1
Food & Beverages	4,143	1.0	6.2	6.6	NA
Health Care Equipment	3,783	-0.3	1.5	0.7	20.4
Pharma, Biotech & Life Science	3,918	-0.5	-1.0	1.0	27.3
Banks	7,736	1.4	7.1	7.2	13.8
Diversified Financials	3,465	-0.6	0.2	-0.4	NA
Insurance	4,292	-0.5	2.1	2.8	NA
Telecommunication	5,755	0.9	3.9	6.5	19.2
Utilities	3,367	-0.5	-0.7	-0.1	NA
REITs	3,624	-0.1	-0.7	0.0	NA
Real Estate	3,143	-1.1	-1.0	-2.5	23.4

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Leejam Sports Co.	63.20	5.7%	25.5
Saudi Arabia Fertilizers Co.	78.90	3.1%	36.6
Saudi United Cooperative Insurance Co.	23.50	3.1%	21.4
Tabuk Agriculture Development Co.	10.40	2.8%	22.7
Saudi Chemical Co.	31.15	2.6%	3.9

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Buruj Cooperative Insurance Co.	14-Jan-19
Al Abdullatif Industrial Investment Co.	16-Jan-19
Samba Financial Group	20-Jan-19
Saudi Airlines Catering Co.	27-Jan-19
Gulf Union Cooperative Insurance Co.	27-Jan-19
Amana Cooperative Insurance Co.	28-Jan-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 13, 2019

(2) WTD: Week to Date and YTD: Year to Date

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Enaya Cooperative Insurance Co.	18.18	-10.0%	3.4
Amana Cooperative Insurance Co.	22.00	-7.6%	37.4
MetLife AIG ANB Cooperative Insurance Co.	22.04	-5.8%	6.8
Red Sea International Co.	15.00	-3.6%	5.8
Al-Ahlia Insurance Co.	11.46	-3.1%	5.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	96.60	1.6%	395
Saudi Basic Industries Corp.	122.40	1.2%	313
Alinma Bank	23.98	0.3%	145
National Commercial Bank	49.40	2.3%	130
Mobile Telecommunications Co. Saudi Arabia	8.96	2.1%	122

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,546	0.2	0.8	0.6	7.7
Abu Dhabi (ADX)	4,962	0.2	1.3	1.0	13.3
Kuwait (KSE)	5,243	-0.1	0.4	1.1	18.5
Qatar (QE)	10,658	1.2	3.0	3.5	15.8
Oman (MSM)	4,311	0.0	0.8	-0.3	10.2
Bahrain (BSE)	1,342	0.3	1.2	0.3	8.7
DJMENA Index	576	0.0	3.3	9.3	NA

Source: Bloomberg, Reuters

GCC & Global Markets Update

- US markets ended mixed on Friday. S&P 500 ended flat while NASDAQ declined 0.2%. Dow Jones Industrial closed flat. In Europe, UK declined 0.4%, while Germany and France closed 0.3% and 0.5% lower, respectively.
- Asian markets closed mixed on Friday. China ended 0.7% higher. Japan and South Korea closed 1.0% and 0.6% higher, respectively. Hong Kong gained 0.5% while India closed 0.2% lower.
- GCC markets ended mixed on Thursday. Both Dubai and Abu Dhabi increased 0.2%. Kuwait declined 0.1% while Qatar ended 1.2% higher. Oman ended flat, while Bahrain closed 0.3% higher.
- US jobless claims for the week ended January 5 stood at 216K (prior: 231K; consensus: 224K). (Source: Econoday)
- US Consumer Price Index (CPI) for December 2018 stood at -0.1% (prior: 0.0% M/M; 2.2% Y/Y; consensus: -0.1%, 1.9%). (Source: Econoday)
- The seasonally adjusted Emirates NBD UAE Purchasing Managers' Index (PMI) stood at 54.0 in December, down from 55.8 in November, signaling the weakest improvement in business conditions since October 2016. (Source: Trade Arabia)
- The Statistics Centre- Abu Dhabi (SCAD) revealed that Abu Dhabi's nominal GDP totaled AED 693bn (USD 188bn) in the first nine months of 2018, 13.9% Y/Y up from AED 608bn (USD 165bn) during the corresponding period of 2017, driven by an economic upturn across oil and non-oil sectors. (Source: Trade Arabia)
- The Development Assistance Committee of the Organization for Economic Co-operation and Development (OECD) noted that the UAE spent AED 14.5bn (USD 3.9bn) in development assistance in 2017. (Source: Trade Arabia)
- Oman's Ministry of Transport and Communications (MOTC) awarded an OMR 81.3mn (USD 211mn) seventh package of Batinah Expressway, a 270-km-long eight-lane highway that links the Muscat Expressway in Barka and Khatmat Milaha in the wilayat of Shinas. (Source: Trade Arabia)
- Bahrain's Ministry of Works, Municipalities Affairs and Urban Planning secured a USD 35.5mn (BHD 13.4mn) loan from UK Export Finance (UKEF) for the work on a major water treatment plant being developed in co-ordination with UK based wastewater specialist Bluewater Bio. (Source: Trade Arabia)
- The Dubai World Trade Centre stated it completed the last phase of the commercial and retail development at One Central, a mixed-use development developed in the heart of Dubai's central business district. (Source: Trade Arabia)
- UAE based ZonesCorp announced a new agreement with KSA's Berain Water to build an AED 138mn (USD 37.5mn) water bottling plant in the food industry zone of Al Ain Industrial City. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 11 (prior: -1.7mn barrels) will be announced on January 16. (Source: Econoday)
- UK's Consumer Price Index (CPI) for December 2018 (prior: 0.2% M/M; 2.3% Y/Y) will be announced on January 16. (Source: Econoday)
- US jobless claims for the week ended January 12 (prior: 216K) will be announced on January 17. (Source: Econoday)

Source: Bloomberg, Reuters

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.79	-0.01	-0.02	0.00
Saudi Arabia	2.97	0.00	0.00	0.18
UAE	2.90	-0.02	0.07	0.12
Kuwait	2.44	0.00	0.13	-0.35
Qatar	2.92	0.02	0.01	0.13
Bahrain	3.95	0.00	0.00	1.16

Source: Reuters

NOTES:(1) Prices updated as of January 13, 2019(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

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